

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF KENTUCKY
BOWLING GREEN DIVISION
CIVIL ACTION NO. 1:19-cv-103-GNS

In re: 601 Jacobs Way, Albany, Kentucky 42602

UNITED STATES OF AMERICA

PLAINTIFF

VS.

EVELANA ROSE FLANAGAN

Serve via Certified Mail: **212 Grand Circle**
Somerset, Kentucky 42503

JOE FLANAGAN

Serve via Certified Mail: **212 Grand Circle**
Somerset, Kentucky 42503

RITA JEAN JOHNSON (A/K/A RITA JEAN HOWARD)

Serve via Certified Mail: **1440 Lutheran Church Road**
Bardstown, Kentucky 40004

CHARLES HOWARD

Serve via Certified Mail: **1440 Lutheran Church Road**
Bardstown, Kentucky 40004

RANDY EARL JOHNSON

Serve via Secretary of State: **927 Downing Drive**
Bethlehem, Georgia 30620

UNKNOWN SPOUSE OF RANDY EARL JOHNSON

Serve via appointment of
Warning Order Attorney: **927 Downing Drive**
Bethlehem, Georgia 30620

GARRY TATE JOHNSON

Serve via Secretary of State: **6 North 11th Street**
Payette, Idaho 83661

UNKNOWN SPOUSE OF GARRY TATE JOHNSON

Serve via appointment of
Warning Order Attorney: **6 North 11th Street**
Payette, Idaho 83661

EDGAR BRIAN JOHNSON

Serve via Certified Mail:

**212 Grand Circle
Somerset, Kentucky 42503**

UNKNOWN SPOUSE OF EDGAR BRIAN JOHNSON

Serve via appointment of

Warning Order Attorney:

**212 Grand Circle
Somerset, Kentucky 42503**

AND

KENTUCKY HIGHLANDS INVESTMENTS CORPORATION

Serve via certified mail to

Registered Agent:

**Jerry A. Rickett
362 Old Whitley Road
London, Kentucky 40741**

DEFENDANTS

IN REM COMPLAINT

Comes now the Plaintiff, the United States of America, by and through counsel, and for its *in rem* Complaint and cause of action against the Defendants states as follows:

1. This real estate foreclosure action is brought by the United States of America, on behalf of its Department of Agriculture, Rural Housing Service (“RHS”) a/k/a Rural Development (“RD”) f/k/a Farmers Home Administration (“FmHA”), pursuant to Title 28, United States Code, § 1345.
2. On or about June 30, 2009, Alma Rose Johnson (“Johnson”), for value received, executed and delivered to RHS a promissory note (hereinafter “First Note”) in the principal amount of \$50,000.00 (\$50,102.68 after deferment), bearing interest at the rate of 4.6250 percent per annum, the First Note calling for monthly payments of principal and interest. A copy of the First Note is attached hereto marked **Exhibit A**, and is hereby incorporated by reference as if set forth at length herein.
3. Contemporaneously with the execution of the First Note, Johnson executed, acknowledged,

and delivered to RHS a real estate mortgage (hereinafter the “First Mortgage”), which was recorded on July 2, 2009, in Mortgage Book 151, Page 851, in the Commonwealth of Kentucky, Clinton County Clerk’s Office. In and by this First Mortgage, Johnson granted to RHS a mortgage lien against the therein-described real property (the “Property”) located in Clinton County, Kentucky. A copy of the First Mortgage is attached hereto marked **Exhibit B**, and is hereby incorporated by reference as if set forth at length herein.

4. Contemporaneously with the execution of the First Note and First Mortgage, Johnson executed, acknowledged, and delivered to RHS a Subsidy Repayment Agreement, which is attached hereto marked **Exhibit C**, and hereby incorporated by reference as if set forth at length herein.
5. By virtue of all of the foregoing, the real property which is the subject of this mortgage foreclosure action consists of a tract of land located in Clinton County, Kentucky, and more particularly described as follows:

Being Lot No. 13 of the Ebenezer Subdivision (Revised), plat of which is of record in Plat Cabinet 3, at Slide 52, records of the Clinton County Clerk’s Office, at Albany, Kentucky, reference being made to said plat the same as if set forth and copied at length herein.

The above described lot is subject to Restrictive Covenants, as set out in the Declaration of Conditions, Covenants, and Restrictions applicable to Ebenezer Subdivision (Revised), in Plat Cabinet 3, Slide 52, and Deed Book 138, Page 597, all records of the Clinton County Court Clerk’s Office, Albany, Kentucky, to which reference is hereby made the same as if set forth and copied at length herein.

AND BEING the same property conveyed to Alma Rose Johnson, a single person, from Kentucky Highlands Community Development Corp., a Kentucky corporation, by Deed dated February 26, 2009, of record in Deed Book 140, Page 555, in the Office of the Clinton County Clerk. Alma Rose Johnson died intestate on October 1, 2018, and pursuant to the Affidavit of Descent, of record in Deed Book 163, Page 485, in the aforesaid Office, Evelana Rose Flanagan, Rita Jean Johnson, Randy Earl Johnson, Garry Tate Johnson and Edgar Brian Johnson, were named her heirs.

6. Johnson has failed and continues to fail to make payments of principal and interest due in accordance with the terms and conditions of the First Note and First Mortgage, and is therefore in default.
7. Paragraph 22 of the First Mortgage provides that if default occurs in the performance or discharge of any obligation of the First Mortgage, then the United States, acting through RHS, shall have the right to accelerate and declare the entire amount of all unpaid principal, together with all accrued and accruing interest to be immediately due and payable and to bring an action to enforce said First Mortgage, including the foreclosure of the lien thereof. Because of the Default of Johnson, as set forth above, RHS caused a Notice of Acceleration of Indebtedness and Demand for Payment to be issued to Johnson declaring the entire indebtedness due upon the Note, the repayment of which is secured by the First Mortgage, to be immediately due and payable, which demand has been refused.
8. Paragraph 1 of the Subsidy Agreement provides that any subsidy received in accordance with a loan under §502 of the Housing Act of 1949 is repayable to the Government upon the disposition or non-occupancy of the security property.
9. The unpaid principal balance on the First Note, which is secured by the First Mortgage, is \$43,021.72, with accrued interest of \$1,673.56, through July 29, 2019, with a total subsidy granted of \$10,026.02, late charges in the amount of \$45.91, and fees assessed of \$502.55, for a total unpaid balance due of \$55,269.76, as of July 29, 2019. Interest is accruing on the unpaid principal balance at the rate of \$5.515 per day after July 29, 2019. An Affidavit of Proof Statement of Account signed by RD Foreclosure Representative Vickie Jones is attached hereto marked **Exhibit D**, and is hereby incorporated by reference as if set forth at length herein.

10. Included within the balance set out in Paragraph 9 above, the portion of the debt attributable to the First Mortgage secured by the real estate collateral is the principal sum of \$43,021.72, with interest accrued thereon of \$1,673.56 through July 29, 2019. Interest is accruing on the unpaid principal balance at the rate of \$5.515 per day after July 29, 2019.
11. Alma Rose Johnson died intestate on October 1, 2018, and pursuant to the Affidavit of Descent recorded on March 4, 2019 in Deed Book 163, Page 405, in the Office of the Clinton County Clerk, the Property was inherited by her children: Evelana Rose Flanagan, Rita Jean Johnson (a/k/a Rita Jean Howard), Randy Earl Johnson, Garry Tate Johnson and Edgar Brian Johnson. A copy of said Affidavit of Descent is attached hereto marked **Exhibit E**, and is hereby incorporated by reference as if set forth at length herein. Evelana Rose Flanagan, Rita Jean Johnson (a/k/a Rita Jean Howard), Randy Earl Johnson, Garry Tate Johnson and Edgar Brian Johnson are now the owners of the Property and their interest in or claim to the Property is inferior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS. RHS is entitled to a foreclosure sale of the Property free and clear of any interest therein or claim thereon in favor of Evelana Rose Flanagan, Rita Jean Johnson (a/k/a Rita Jean Howard), Randy Earl Johnson, Garry Tate Johnson and Edgar Brian Johnson and the Plaintiff calls upon them to come forth and assert their claim on or interest in the property, if any, and offer proof thereof, or be forever barred.
12. The defendant, Evelana Rose Flanagan is married to Joe Flanagan. Joe Flanagan has a courtesy interest in the Property by virtue of being the spouse of Evelana Rose Flanagan and said courtesy interest is junior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS, and the Plaintiff calls upon this defendant to come forth and assert his interest in or claim upon the Property, if any, and offer proof thereof, or be forever barred.

13. The defendant, Rita Jean Johnson (a/k/a Rita Jean Howard) is married to Charles Howard. Charles Howard has a courtesy interest in the Property by virtue of being the spouse of Rita Jean Johnson and said courtesy interest in junior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS, and the Plaintiff calls upon this defendant to come forth and assert his interest in or claim upon the Property, if any, and offer proof thereof, or be forever barred.

14. Whether Defendant, Randy Earl Johnson, is married is unknown to the Plaintiff. To the extent that the Defendant, Randy Earl Johnson, is married, the Unknown Spouse of Randy Earl Johnson, if any, may be vested with a spousal interest in the property. Said spousal interest is junior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS. RHS is entitled to a foreclosure sale of the Property free and clear of any interest therein or claim thereon in favor of Defendant, Unknown Spouse of Randy Earl Johnson, and the Plaintiff calls upon her to come forth and assert her claim or her interest in the Property or be forever barred.

15. Whether Defendant, Garry Tate Johnson, is married is unknown to the Plaintiff. To the extent that the Defendant, Garry Tate Johnson, is married, the Unknown Spouse of Garry Tate Johnson, if any, may be vested with a spousal interest in the property. Said spousal interest is junior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS. RHS is entitled to a foreclosure sale of the Property free and clear of any interest therein or claim thereon in favor of Defendant, Unknown Spouse of Garry Tate Johnson, and the Plaintiff calls upon her to come forth and assert her claim or her interest in the Property or be forever barred.

16. Whether Defendant, Edgar Brian Johnson, is married is unknown to the Plaintiff. To the extent

that the Defendant, Edgar Brian Johnson, is married, the Unknown Spouse of Edgar Brian Johnson, if any, may be vested with a spousal interest in the property. Said spousal interest is junior in rank and subordinate in priority to the mortgage lien on the Property in favor of RHS. RHS is entitled to a foreclosure sale of the Property free and clear of any interest therein or claim thereon in favor of Defendant, Unknown Spouse of Edgar Brian Johnson, and the Plaintiff calls upon her to come forth and assert her claim or her interest in the Property or be forever barred.

17. The Defendant, Kentucky Highlands Investment Corporation, may claim an interest in the Property by virtue of a note and mortgage executed in its favor by Alma Rose Johnson. On June 30, 2009, Alma Rose Johnson executed a promissory note in favor of Kentucky Highlands Investment Corporation in the principal sum of \$40,000.00, (hereinafter “Second Note”), which Second Note is attached hereto marked **Exhibit F**. Pursuant to the terms of the Second Note, the \$40,000.00 was forgiven at the rate of \$4,000.00 per year and the Second Note matured on October 1, 2018 when Alma Rose Johnson passed away. The mortgage in favor of Kentucky Highlands Investment Corporation was recorded July 2, 2009, in Mortgage Book 151, Page 845, in the Office of the Clinton County Clerk. A copy of the mortgage is attached hereto marked **Exhibit G**, and is hereby incorporated by reference as if set forth at length herein. Said Defendant’s interest in or claim on the Property is superior to the mortgage lien on the Property in favor of RHS. The Plaintiff calls upon said Defendant to come forth and assert its claim or interest in the Property, if any, and offer proof thereof, or be forever barred.

18. The Property is indivisible and cannot be divided without materially impairing its value and the value of RHS’s lien thereon.

19. The lien on the Property in favor of RHS, by virtue of the Mortgage is first, prior and superior

to all other claims, interests and liens in and to the Property except for liens securing the payment of ad valorem property taxes.

20. There are no other individuals or entities purporting to have an interest in the Property known to the Plaintiff.

WHEREFORE, Plaintiff, the United States of America, on behalf of RHS, demands relief as follows:

- a. That RHS be awarded an *in rem* judgment against the interests of the Defendants, Evelana Rose Flanagan, Rita Jean Johnson (a/k/a Rita Jean Howard), Randy Earl Johnson, Garry Tate Johnson and Edgar Brian Johnson, in and to the Property in the principal amount of \$43,021.72, plus interest in the amount of \$1,673.56, as of July 29, 2019, with a total subsidy granted of \$10,026.02, late charges in the amount of \$45.91, and fees assessed of \$502.55, for a total unpaid balance due of \$55,269.76, as of July 29, 2019, with interest accruing at the daily rate of \$5.515 from July 29, 2019, until the date of entry of Judgment, plus interest thereafter accruing according to law, costs, disbursements, attorney's fees, and expenses.
- b. That RHS be adjudged a lien on the Property, prior and superior to any and all other liens, claims, interests, and demands, except liens for unpaid real estate ad valorem taxes; for an *in rem* judgment and order of sale against the interest of any unknown spouse or subordinate lienholders; and for an Order of Sale of the Property in accordance with Title 28 U.S.C. §§ 2001-2003; that the Property be sold free and clear of any and all liens and claims by any and all parties to this action, except for real estate restrictions and easements of record, and liens for any city, state, county, or school ad valorem taxes which may be due and payable at the time of sale; and

free and clear of any right of equity of redemption; and that the proceeds from the sale be applied first to the costs of this action, second to the debt, interest, costs and fees due to the Plaintiff, with the balance remaining to be distributed to the parties as their liens or interests may appear;

- c. That the Property be adjudged indivisible and be sold as a whole;
- d. That the Defendants be required to answer and set up their respective liens, claims, or interests in and to the Property, if any, or be forever barred, and that the foreclosure sale of the Property be free and clear of all such liens, claims and interests;
- e. For any and all other lawful relief to which Plaintiff may appear properly entitled.

Respectfully Submitted,

By: /s/ Lauren B. Durham
Attorney for the Plaintiff:
James S. Watson/ Lauren B. Durham
Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, Kentucky 42301
Phone: (270)689-2424
Fax: (270)689-2420

This communication from a debt collector is an attempt to collect a debt and any information obtained will be used for that purpose.

CIVIL COVER SHEET 1:19-cv-103-GNS

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.)

I. (a) PLAINTIFFS

UNITED STATES OF AMERICA

(b) County of Residence of First Listed Plaintiff Clinton
(EXCEPT IN U.S. PLAINTIFF CASES)

(c) Attorney's (Firm Name, Address, and Telephone Number)

Foreman Watson Holtrey, LLP
530 Frederica St., Owensboro, KY 42301 (270)689-2424

DEFENDANTS

Evelana Rose Flanagan, et al.

County of Residence of First Listed Defendant Clinton
(IN U.S. PLAINTIFF CASES ONLY)

NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED.

Attorneys (If Known)

II. BASIS OF JURISDICTION (Place an "X" in One Box Only)

<input checked="" type="checkbox"/> 1 U.S. Government Plaintiff	<input type="checkbox"/> 3 Federal Question (U.S. Government Not a Party)
<input type="checkbox"/> 2 U.S. Government Defendant	<input type="checkbox"/> 4 Diversity (Indicate Citizenship of Parties in Item III)

III. CITIZENSHIP OF PRINCIPAL PARTIES (Place an "X" in One Box for Plaintiff and One Box for Defendant)

Citizen of This State	PTF	DEF	Citizen of Another State	PTF	DEF
<input type="checkbox"/> 1	<input type="checkbox"/> 1	Incorporated or Principal Place of Business In This State	<input type="checkbox"/> 2	<input type="checkbox"/> 2	Incorporated and Principal Place of Business In Another State
			<input type="checkbox"/> 3	<input type="checkbox"/> 3	Foreign Nation

IV. NATURE OF SUIT (Place an "X" in One Box Only)

CONTRACT	TORTS	FORFEITURE/PENALTY	BANKRUPTCY	OTHER STATUTES
<input type="checkbox"/> 110 Insurance	PERSONAL INJURY	PERSONAL INJURY	<input type="checkbox"/> 422 Appeal 28 USC 158	<input type="checkbox"/> 400 State Reapportionment
<input type="checkbox"/> 120 Marine	<input type="checkbox"/> 310 Airplane	<input type="checkbox"/> 362 Personal Injury - Med. Malpractice	<input type="checkbox"/> 423 Withdrawal 28 USC 157	<input type="checkbox"/> 410 Antitrust
<input type="checkbox"/> 130 Miller Act	<input type="checkbox"/> 315 Airplane Product Liability	<input type="checkbox"/> 365 Personal Injury - Product Liability	PROPERTY RIGHTS	<input type="checkbox"/> 430 Banks and Banking
<input type="checkbox"/> 140 Negotiable Instrument	<input type="checkbox"/> 320 Assault, Libel & Slander	<input type="checkbox"/> 368 Asbestos Personal Injury Product Liability	<input type="checkbox"/> 820 Copyrights	<input type="checkbox"/> 450 Commerce
<input type="checkbox"/> 150 Recovery of Overpayment & Enforcement of Judgment	<input type="checkbox"/> 330 Federal Employers' Liability	<input type="checkbox"/> 370 Other Fraud	<input type="checkbox"/> 830 Patent	<input type="checkbox"/> 460 Deportation
<input type="checkbox"/> 151 Medicare Act	<input type="checkbox"/> 340 Marine Liability	<input type="checkbox"/> 371 Truth in Lending	<input type="checkbox"/> 840 Trademark	<input type="checkbox"/> 470 Racketeer Influenced and Corrupt Organizations
<input type="checkbox"/> 152 Recovery of Defaulted Student Loans (Excl. Veterans)	<input type="checkbox"/> 345 Marine Product Liability	<input type="checkbox"/> 380 Other Personal Property Damage		<input type="checkbox"/> 480 Consumer Credit
<input type="checkbox"/> 153 Recovery of Overpayment of Veteran's Benefits	<input type="checkbox"/> 350 Motor Vehicle	<input type="checkbox"/> 385 Property Damage Product Liability		<input type="checkbox"/> 490 Cable/Sat TV
<input type="checkbox"/> 160 Stockholders' Suits	<input type="checkbox"/> 355 Motor Vehicle Product Liability	<input type="checkbox"/> 360 Other Personal Injury		<input type="checkbox"/> 810 Selective Service
<input type="checkbox"/> 190 Other Contract				<input type="checkbox"/> 850 Securities/Commodities/ Exchange
<input type="checkbox"/> 195 Contract Product Liability				<input type="checkbox"/> 875 Customer Challenge 12 USC 3410
<input type="checkbox"/> 196 Franchise				<input type="checkbox"/> 890 Other Statutory Actions
REAL PROPERTY	CIVIL RIGHTS	PRISONER PETITIONS	SOCIAL SECURITY	<input type="checkbox"/> 891 Agricultural Acts
<input type="checkbox"/> 210 Land Condemnation	<input type="checkbox"/> 441 Voting	<input type="checkbox"/> 510 Motions to Vacate Sentence	<input type="checkbox"/> 861 HIA (1395ff)	<input type="checkbox"/> 892 Economic Stabilization Act
<input checked="" type="checkbox"/> 220 Foreclosure	<input type="checkbox"/> 442 Employment	Habeas Corpus:	<input type="checkbox"/> 862 Black Lung (923)	<input type="checkbox"/> 893 Environmental Matters
<input type="checkbox"/> 230 Rent Lease & Ejectment	<input type="checkbox"/> 443 Housing/ Accommodations	<input type="checkbox"/> 530 General	<input type="checkbox"/> 863 DIWC/DIWW (405(g))	<input type="checkbox"/> 894 Energy Allocation Act
<input type="checkbox"/> 240 Torts to Land	<input type="checkbox"/> 444 Welfare	<input type="checkbox"/> 535 Death Penalty	<input type="checkbox"/> 864 SSID Title XVI	<input type="checkbox"/> 895 Freedom of Information Act
<input type="checkbox"/> 245 Tort Product Liability	<input type="checkbox"/> 445 Amer. w/Disabilities - Employment	<input type="checkbox"/> 540 Mandamus & Other	<input type="checkbox"/> 865 RSI (405(g))	<input type="checkbox"/> 900Appeal of Fee Determination Under Equal Access to Justice
<input type="checkbox"/> 290 All Other Real Property	<input type="checkbox"/> 446 Amer. w/Disabilities - Other	<input type="checkbox"/> 550 Civil Rights		<input type="checkbox"/> 950 Constitutionality of State Statutes
	<input type="checkbox"/> 440 Other Civil Rights	<input type="checkbox"/> 555 Prison Condition		
			FEDERAL TAX SUITS	
			<input type="checkbox"/> 870 Taxes (U.S. Plaintiff or Defendant)	
			<input type="checkbox"/> 871 IRS—Third Party 26 USC 7609	

V. ORIGIN

(Place an "X" in One Box Only)

<input checked="" type="checkbox"/> 1 Original Proceeding	<input type="checkbox"/> 2 Removed from State Court	<input type="checkbox"/> 3 Remanded from Appellate Court	<input type="checkbox"/> 4 Reinstated or Reopened	<input type="checkbox"/> 5 Transferred from another district (specify) _____	<input type="checkbox"/> 6 Multidistrict Litigation	<input type="checkbox"/> 7 Appeal to District Judge from Magistrate Judgment
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VI. CAUSE OF ACTION

Cite the U.S. Civil Statute under which you are filing (Do not cite jurisdictional statutes unless diversity):
28 U.S.C. 1345Brief description of cause:
Rural Housing Service Federal Foreclosure

VII. REQUESTED IN COMPLAINT: CHECK IF THIS IS A CLASS ACTION UNDER F.R.C.P. 23 DEMAND \$ 55,269.76 CHECK YES only if demanded in complaint:
JURY DEMAND: Yes No

VIII. RELATED CASE(S) IF ANY (See instructions): JUDGE DOCKET NUMBER

DATE SIGNATURE OF ATTORNEY OF RECORD

/s/ Lauren B. Durham

FOR OFFICE USE ONLY

RECEIPT # AMOUNT APPLYING IFP JUDGE MAG. JUDGE

08/13/2019

INSTRUCTIONS FOR ATTORNEYS COMPLETING CIVIL COVER SHEET FORM JS 44

Authority For Civil Cover Sheet

The JS 44 civil cover sheet and the information contained herein neither replaces nor supplements the filings and service of pleading or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. Consequently, a civil cover sheet is submitted to the Clerk of Court for each civil complaint filed. The attorney filing a case should complete the form as follows:

I. (a) Plaintiffs-Defendants. Enter names (last, first, middle initial) of plaintiff and defendant. If the plaintiff or defendant is a government agency, use only the full name or standard abbreviations. If the plaintiff or defendant is an official within a government agency, identify first the agency and then the official, giving both name and title.

(b) County of Residence. For each civil case filed, except U.S. plaintiff cases, enter the name of the county where the first listed plaintiff resides at the time of filing. In U.S. plaintiff cases, enter the name of the county in which the first listed defendant resides at the time of filing. (NOTE: In land condemnation cases, the county of residence of the "defendant" is the location of the tract of land involved.)

(c) Attorneys. Enter the firm name, address, telephone number, and attorney of record. If there are several attorneys, list them on an attachment, noting in this section "(see attachment)".

II. Jurisdiction. The basis of jurisdiction is set forth under Rule 8(a), F.R.C.P., which requires that jurisdictions be shown in pleadings. Place an "X" in one of the boxes. If there is more than one basis of jurisdiction, precedence is given in the order shown below.

United States plaintiff. (1) Jurisdiction based on 28 U.S.C. 1345 and 1348. Suits by agencies and officers of the United States are included here.

United States defendant. (2) When the plaintiff is suing the United States, its officers or agencies, place an "X" in this box.

Federal question. (3) This refers to suits under 28 U.S.C. 1331, where jurisdiction arises under the Constitution of the United States, an amendment to the Constitution, an act of Congress or a treaty of the United States. In cases where the U.S. is a party, the U.S. plaintiff or defendant code takes precedence, and box 1 or 2 should be marked.

Diversity of citizenship. (4) This refers to suits under 28 U.S.C. 1332, where parties are citizens of different states. When Box 4 is checked, the citizenship of the different parties must be checked. (See Section III below; federal question actions take precedence over diversity cases.)

III. Residence (citizenship) of Principal Parties. This section of the JS 44 is to be completed if diversity of citizenship was indicated above. Mark this section for each principal party.

IV. Nature of Suit. Place an "X" in the appropriate box. If the nature of suit cannot be determined, be sure the cause of action, in Section VI below, is sufficient to enable the deputy clerk or the statistical clerks in the Administrative Office to determine the nature of suit. If the cause fits more than one nature of suit, select the most definitive.

V. Origin. Place an "X" in one of the seven boxes.

Original Proceedings. (1) Cases which originate in the United States district courts.

Removed from State Court. (2) Proceedings initiated in state courts may be removed to the district courts under Title 28 U.S.C., Section 1441. When the petition for removal is granted, check this box.

Remanded from Appellate Court. (3) Check this box for cases remanded to the district court for further action. Use the date of remand as the filing date.

Reinstated or Reopened. (4) Check this box for cases reinstated or reopened in the district court. Use the reopening date as the filing date.

Transferred from Another District. (5) For cases transferred under Title 28 U.S.C. Section 1404(a). Do not use this for within district transfers or multidistrict litigation transfers.

Multidistrict Litigation. (6) Check this box when a multidistrict case is transferred into the district under authority of Title 28 U.S.C. Section 1407. When this box is checked, do not check (5) above.

Appeal to District Judge from Magistrate Judgment. (7) Check this box for an appeal from a magistrate judge's decision.

VI. Cause of Action. Report the civil statute directly related to the cause of action and give a brief description of the cause. **Do not cite jurisdictional statutes unless diversity.** Example: U.S. Civil Statute: 47 USC 553 Brief Description: Unauthorized reception of cable service

VII. Requested in Complaint. Class Action. Place an "X" in this box if you are filing a class action under Rule 23, F.R.Cv.P.

Demand. In this space enter the dollar amount (in thousands of dollars) being demanded or indicate other demand such as a preliminary injunction.

Jury Demand. Check the appropriate box to indicate whether or not a jury is being demanded.

VIII. Related Cases. This section of the JS 44 is used to reference related pending cases if any. If there are related pending cases, insert the docket numbers and the corresponding judge names for such cases.

Date and Attorney Signature. Date and sign the civil cover sheet.

Form RD 1940-16
(Rev. 7-05)Form Approved
OMB No. 0575-0172UNITED STATES DEPARTMENT OF AGRICULTURE
RURAL HOUSING SERVICE

PROMISSORY NOTE

Type of Loan SECTION 502Loan No. ████████████████████████████████Date: 06/30 20 09601 Jacobs Way A.R.J(Property Address)
Albany, Clinton, KY
(City or Town) (County) (State)SATISFIED
This _____ day of _____, 20 _____
United States of America
By: _____
Title: _____
USDA, Rural Housing ServicesBORROWER'S PROMISE TO PAY. In return for a loan that I have received, I promise to pay to the order of the United States of America, acting through the Rural Housing Service (and its successors) ("Government") \$ 50,000.00 (this amount is called "principal"), plus interest.INTEREST. Interest will be charged on the unpaid principal until the full amount of the principal has been paid. I will pay interest at a yearly rate of 4.6250 %. The interest rate required by this section is the rate I will pay both before and after any default described below.

PAYMENTS. I agree to pay principal and interest using one of two alternatives indicated below:

I. Principal and interest payments shall be temporarily deferred. The interest accrued to December 30, 2009 shall be added to the principal. The new principal and later accrued interest shall be payable in 360 regular amortized installments on the date indicated in the box below. I authorize the Government to enter the amount of such new principal here: \$50,102.68, and the amount of such regular installments in the box below when such amounts have been determined. I agree to pay principal and interest in installments as indicated in the box below.

II. Payments shall not be deferred. I agree to pay principal and interest in _____ installments as indicated in the box below.

I will pay principal and interest by making a payment every month. 25 ARJ
I will make my monthly payment on the 30th day of each month beginning on January 30 2010 and continuing for 360 months. I will make these payments every month until I have paid all of the principal and interest and any other charges described below that I may owe under this note. My monthly payments will be applied to interest before principal. If on June 30, 2042, I still owe amounts under this note, I will pay those amounts in full on that date, which is called the "maturity date." 3125 ARJ
My monthly payment will be \$ 249.11. I will make my monthly payment at the post office address noted on my billing statement or a different place if required by the Government.

PRINCIPAL ADVANCES. If the entire principal amount of the loan is not advanced at the time of loan closing, the unadvanced balance of the loan will be advanced at my request provided the Government agrees to the advance. The Government must make the advance provided the advance is requested for an authorized purpose. Interest shall accrue on the amount of each advance beginning on the date of the advance as shown in the Record of Advances below. I authorize the Government to enter the amount and date of the advance as shown in the Record of Advances below. I authorize the Government to enter the amount and date of such advance on the Record of Advances.

HOUSING ACT OF 1949. This promissory note is made pursuant to title V of the Housing Act of 1949. It is for the type of loan indicated in the "Type of Loan" block at the top of this note. This note shall be subject to the present regulations of the Government and to its future regulations not inconsistent with the express provisions of this note.

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0575-0172. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

1 A.R.J

EXHIBIT

A

tables'

Account # XXXXXXXXXX

LATE CHARGES. If the Government has not received the full amount of any monthly payment by the end of 15 days after the date it is due, I will pay a late charge. The amount of the charge will be 4 percent of my overdue payment of principal and interest. I will pay this charge promptly, but only once for each late payment.

BORROWER'S RIGHT TO PREPAY. I have the right to make payments of principal at any time before they are due. A payment of principal only is known as a "prepayment." When I make a prepayment, I will tell the Government in writing that I am making a prepayment.

I may make a full prepayment or partial prepayment without paying any prepayment charge. The Government will use all of my prepayments to reduce the amount of principal that I owe under this Note. If I make a partial prepayment, there will be no changes in the due date or in the amount of my monthly payment unless the Government agrees in writing to those changes. Prepayments will be applied to my loan in accordance with the Government's regulations and accounting procedures in effect on the date of receipt of the payment.

ASSIGNMENT OF NOTE. I understand and agree that the Government may at any time assign this note without my consent. If the Government assigns the note I will make my payments to the assignee of the note and in such case the term "Government" will mean the assignee.

CREDIT ELSEWHERE CERTIFICATION. I certify to the Government that I am unable to obtain sufficient credit from other sources at reasonable rates and terms for the purposes for which the Government is giving me this loan.

USE CERTIFICATION. I certify to the Government that the funds I am borrowing from the Government will only be used for purposes authorized by the Government.

LEASE OR SALE OF PROPERTY. If the property constructed, improved, purchased, or refinanced with this loan is (1) leased or rented with an option to purchase, (2) leased or rented without option to purchase for 3 years or longer, or (3) is sold or title is otherwise conveyed, voluntarily or involuntarily, the Government may at its option declare the entire remaining unpaid balance of the loan immediately due and payable. If this happens, I will have to immediately pay off the entire loan.

REQUIREMENT TO REFINANCE WITH PRIVATE CREDIT. I agree to periodically provide the Government with information the Government requests about my financial situation. If the Government determines that I can get a loan from a responsible cooperative or private credit source, such as a bank or a credit union, at reasonable rates and terms for similar purposes as this loan, at the Government's request, I will apply for and accept a loan in a sufficient amount to pay this note in full. This requirement does not apply to any cosigner who signed this note pursuant to section 502 of the Housing Act of 1949 to compensate for my lack of repayment ability.

SUBSIDY REPAYMENT AGREEMENT. I agree to the repayment (recapture) of subsidy granted in the form of payment assistance under the Government's regulations.

CREDIT SALE TO NONPROGRAM BORROWER. The provisions of the paragraphs entitled "Credit Elsewhere Certification" and "Requirement to Refinance with Private Credit" do not apply if this loan is classified as a nonprogram loan pursuant to section 502 of the Housing Act of 1949.

DEFAULT. If I do not pay the full amount of each monthly payment on the date it is due, I will be in default. If I am in default the Government may send me a written notice telling me that if I do not pay the overdue amount by a certain date, the Government may require me to immediately pay the full amount of the unpaid principal, all the interest that I owe, and any late charges. Interest will continue to accrue on past due principal and interest. Even if, at a time when I am in default, the Government does not require me to pay immediately as described in the preceding sentence, the Government will still have the right to do so if I am in default at a later date. If the Government has required me to immediately pay in full as described above, the Government will have the right to be paid back by me for all of its costs and expenses in enforcing this promissory note to the extent not prohibited by applicable law. Those expenses include, for example, reasonable attorney's fees.

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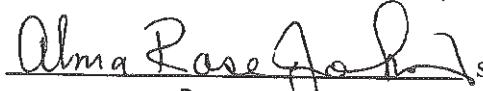
Account #

NOTICES. Unless applicable law requires a different method, any notice that must be given to me under this note will be given by delivering it or by mailing it by first class mail to me at the property address listed above or at a different address if I give the Government a notice of my different address. Any notice that must be given to the Government will be given by mailing it by first class mail to the Government at USDA Rural Housing Service, c/o Customer Service Branch Post Office Box 66889, St. Louis, MO 63166, or at a different address if I am given a notice of that different address.

OBLIGATIONS OF PERSONS UNDER THIS NOTE. If more than one person signs this note, each person is fully and personally obligated to keep all of the promises made in this note, including the promise to pay the full amount owed. Any person who is a guarantor, surety, or endorser of this note is also obligated to do these things. The Government may enforce its rights under this note against each person individually or against all of us together. This means that any one of us may be required to pay all of the amounts owed under this note. The term "Borrower" shall refer to each person signing this note.

WAIVERS. I and any other person who has obligations under this note waive the rights of presentment and notice of dishonor. "Presentment" means the right to require the Government to demand payment of amounts due. "Notice of dishonor" means the right to require the Government to give notice to other persons that amounts due have not been paid.

WARNING: Failure to fully disclose accurate and truthful financial information in connection with my loan application may result in the termination of program assistance currently being received, and the denial of future federal assistance under the Department of Agriculture's Debarment regulations, 7 C.F.R. part 3017.


Seal
Borrower Alma Rose Johnson

Seal
Borrower

Seal
Borrower Seal
Borrower

RECORD OF ADVANCES					
AMOUNT	DATE	AMOUNT	DATE	AMOUNT	DATE
(1) \$ 11,740.20	06-30-2009	(8) \$		(15) \$	
(2) \$ 310259.80	2/2/10	(9) \$		(16) \$	
(3) \$ 2000.00	2/2/10	(10) \$		(17) \$	
(4) \$		(11) \$		(18) \$	
(5) \$		(12) \$		(19) \$	
(6) \$		(13) \$		(20) \$	
(7) \$		(14) \$		(21) \$	
TOTAL \$ 50,000.00					

851

FILED
 AT 2:21 PM
 JUL 02 2009 Pd
 CLINTON COUNTY 171W
 JIM ELMORE Esq. 12,10
 County Clerk

Form RD 3550-14 KY
 (Rev. 12-05)

[Space Above This Line For Recording Data]

Form Approved
 OMB No. 0575-0172

United States Department of Agriculture
 Rural Housing Service

MORTGAGE FOR KENTUCKY

THIS MORTGAGE ("Security Instrument") is made on June 30, 2009, [Date]
 The mortgagor is Alma Rose Johnson, single,

("Borrower").

This Security Instrument is given to the United States of America acting through the Rural Housing Service or successor agency, United States Department of Agriculture ("Lender"), whose address is Rural Housing Service, c/o Centralized Servicing Center, United States Department of Agriculture, P.O. Box 66889, St. Louis, Missouri 63166.

Borrower is indebted to Lender under the following promissory notes and/or assumption agreements (herein collectively called "Note") which have been executed or assumed by Borrower and which provide for monthly payments, with the full debt, if not paid earlier, due and payable on the maturity date:

<u>Date of Instrument</u>	<u>Principal Amount</u>	<u>Maturity Date</u>
<u>June 30, 2009</u>	<u>\$ 50,000.00</u>	<u>June 30, 2042</u>

This Security Instrument secures to Lender: (a) the repayment of the debt evidenced by the Note, with interest, and all renewals, extensions and modifications of the Note; (b) the payment of all other sums, with interest, advanced under paragraph 7 to protect the property covered by this Security Instrument; (c) the performance of Borrower's covenants and agreements under this Security Instrument and the Note, and (d) the recapture of any payment assistance and subsidy which may be granted to the Borrower by the Lender pursuant to 42 U.S.C. §§ 1472(g) or 1490a. For this purpose, Borrower does hereby mortgage, grant, and convey to Lender the following described property located in the County of Clinton

, State of Kentucky

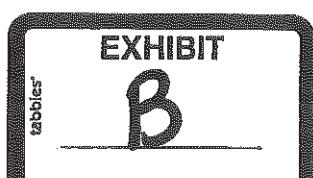
See attached Exhibit "A" for complete description to which reference is hereby made the same as if set forth and copied at length herein.

which has the address of 601 Jacobs Way
 [Street]
 Kentucky 42602 [ZIP] ("Property Address"); Albany
 [City]

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0575-0172. The time required to complete this information collection is estimated to average 15 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

Page 1 of 6

A.R.J



852

TOGETHER WITH all the improvements now or hereafter erected on the property, and all easements, appurtenances, and fixtures which now or hereafter are a part of the property. All replacements and additions shall also be covered by this Security Instrument. All of the foregoing is referred to in this Security Instrument as the "Property."

BORROWER COVENANTS that Borrower is lawfully seised of the estate hereby conveyed and has the right to grant and convey the Property and that the Property is unencumbered, except for encumbrances of record. Borrower warrants and will defend generally the title to the Property against all claims and demands, subject to any encumbrances of record.

THIS SECURITY INSTRUMENT combines uniform covenants for national use and non-uniform covenants with limited variations by jurisdiction to constitute a uniform security instrument covering real property.

UNIFORM COVENANTS. Borrower and Lender covenant and agree as follows:

1. Payment of Principal and Interest; Prepayment and Late Charges. Borrower shall promptly pay when due the principal of and interest on the debt evidenced by the Note and any prepayment and late charges due under the Note.

2. Funds for Taxes and Insurance. Subject to applicable law or to a written waiver by Lender, Borrower shall pay to Lender on the day monthly payments are due under the Note, until the Note is paid in full, a sum ("Funds") for: (a) yearly taxes and assessments which may attain priority over this Security Instrument as a lien on the Property; (b) yearly leasehold payments or ground rents on the Property, if any; (c) yearly hazard or property insurance premiums; and (d) yearly flood insurance premiums, if any. These items are called "Escrow Items." Lender may, at any time, collect and hold Funds in an amount not to exceed the maximum amount a lender for a federally related mortgage loan may require for Borrower's escrow account under the federal Real Estate Settlement Procedures Act of 1974 as amended from time to time, 12 U.S.C. § 2601 *et seq.* ("RESPA"), unless another law or federal regulation that applies to the Funds sets a lesser amount. If so, Lender may, at any time, collect and hold Funds in an amount not to exceed the lesser amount. Lender may estimate the amount of Funds due on the basis of current data and reasonable estimates of expenditures of future Escrow Items or otherwise in accordance with applicable law.

The Funds shall be held by a federal agency (including Lender) or in an institution whose deposits are insured by a federal agency, instrumentality, or entity. Lender shall apply the Funds to pay the Escrow Items. Lender may not charge Borrower for holding and applying the Funds, annually analyzing the escrow account, or verifying the Escrow Items, unless Lender pays Borrower interest on the Funds and applicable law permits Lender to make such a charge. However, Lender may require Borrower to pay a one-time charge for an independent real estate tax reporting service used by Lender in connection with this loan, unless applicable law provides otherwise. Unless an agreement is made or applicable law requires interest to be paid, Lender shall not be required to pay Borrower any interest or earnings on the Funds. Borrower and Lender may agree in writing, however, that interest shall be paid on the Funds. Lender shall give to Borrower, without charge, an annual accounting of the Funds, showing credits and debits to the Funds and the purpose for which each debit to the Funds was made. The Funds are pledged as additional security for all sums secured by this Security Instrument.

If the Funds held by Lender exceed the amounts permitted to be held by applicable law, Lender shall account to Borrower for the excess funds in accordance with the requirements of applicable law. If the amount of the Funds held by Lender at any time is not sufficient to pay the Escrow Items when due, Lender may so notify Borrower in writing, and, in such case Borrower shall pay to Lender the amount necessary to make up the deficiency. Borrower shall make up the deficiency in no more than twelve monthly payments, at Lender's sole discretion.

Upon payment in full of all sums secured by this Security Instrument, Lender shall promptly refund to Borrower any Funds held by Lender. If Lender shall acquire or sell the Property after acceleration under paragraph 22, Lender, prior to the acquisition or sale of the Property, shall apply any Funds held by Lender at the time of acquisition or sale as a credit against the sums secured by this Security Instrument.

3. Application of Payments. Unless applicable law or Lender's regulations provide otherwise, all payments received by Lender under paragraphs 1 and 2 shall be applied in the following order of priority: (1) to advances for the preservation or protection of the Property or enforcement of this lien; (2) to accrued interest due under the Note; (3) to principal due under the Note; (4) to amounts required for the escrow items under paragraph 2; (5) to late charges and other fees and charges.

4. Charges; Liens. Borrower shall pay all taxes, assessments, charges, fines and impositions attributable to the Property which may attain priority over this Security Instrument, and leasehold payments or ground rents, if any. Borrower shall pay these obligations in the manner provided in paragraph 2, or if not paid in that manner, Borrower shall pay them on time directly to the person owed payment. Borrower shall promptly furnish to Lender all notices of amounts to be paid under this paragraph. If Borrower makes these payments directly, Borrower shall promptly furnish to Lender receipts evidencing the payments.

Borrower shall promptly discharge any lien which has priority over this Security Instrument unless Lender has agreed in writing to such lien or Borrower: (a) agrees in writing to the payment of the obligation secured by the lien in a manner acceptable to Lender; (b) contests in good faith the lien by, or defends against enforcement of the lien in, legal proceedings which in the Lender's opinion operate to prevent the enforcement of the lien; or (c) secures from the holder of the lien an agreement satisfactory to Lender subordinating the lien to this Security Instrument. If Lender determines that any part of the Property is subject to a lien which may attain priority over this Security Instrument, Lender may give Borrower a notice identifying the lien. Borrower shall satisfy the lien or take one or more of the actions set forth above within ten (10) days of the giving of notice.

853

Borrower shall pay to Lender such fees and other charges as may now or hereafter be required by regulations of Lender, and pay or reimburse Lender for all of Lender's fees, costs, and expenses in connection with any full or partial release or subordination of this instrument or any other transaction affecting the property.

5. Hazard or Property Insurance. Borrower shall keep the improvements now existing or hereafter erected on the Property insured against loss by fire, hazards included within the term "extended coverage" and any other hazards, including floods or flooding, for which Lender requires insurance. This insurance shall be maintained in the amounts and for the periods that Lender requires. The insurer providing the insurance shall be chosen by Borrower subject to Lender's approval which shall not be unreasonably withheld. If Borrower fails to maintain coverage described above, at Lender's option Lender may obtain coverage to protect Lender's rights in the Property pursuant to paragraph 7.

All insurance policies and renewals shall be in a form acceptable to Lender and shall include a standard mortgagee clause. Lender shall have the right to hold the policies and renewals. If Lender requires, Borrower shall promptly give to Lender all receipts of paid premiums and renewal notices. In the event of loss, Borrower shall give prompt notice to the insurance carrier and Lender. Lender may make proof of loss if not made promptly by Borrower.

Unless Lender and Borrower otherwise agree in writing, insurance proceeds shall be applied to restoration or repair of the Property damaged, if the restoration or repair is economically feasible and Lender's security is not lessened. If the restoration or repair is not economically feasible or Lender's security would be lessened, the insurance proceeds shall be applied to the sums secured by this Security Instrument, whether or not then due, with any excess paid to Borrower. If Borrower abandons the Property, or does not answer within thirty (30) days a notice from Lender that the insurance carrier has offered to settle a claim, then Lender may collect the insurance proceeds. Lender may use the proceeds to repair or restore the Property or to pay sums secured by this Security Instrument, whether or not then due. The thirty (30) day period will begin when the notice is given.

Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paragraphs 1 and 2 or change the amount of the payments. If after acceleration the Property is acquired by Lender, Borrower's right to any insurance policies and proceeds resulting from damage to the Property prior to the acquisition shall pass to Lender to the extent of the sums secured by this Security Instrument immediately prior to the acquisition.

6. Preservation, Maintenance, and Protection of the Property; Borrower's Loan Application; Leaseholds. Borrower shall not destroy, damage or impair the Property, allow the Property to deteriorate, or commit waste on the Property. Borrower shall maintain the improvements in good repair and make repairs required by Lender. Borrower shall comply with all laws, ordinances, and regulations affecting the Property. Borrower shall be in default if any forfeiture action or proceeding, whether civil or criminal, is begun that in Lender's good faith judgment could result in forfeiture of the Property or otherwise materially impair the lien created by this Security Instrument or Lender's security interest. Borrower may cure such a default by causing the action or proceeding to be dismissed with a ruling that, in Lender's good faith determination, precludes forfeiture of the Borrower's interest in the Property or other material impairment of the lien created by this Security Instrument or Lender's security interest. Borrower shall also be in default if Borrower, during the loan application process, gave materially false or inaccurate information or statements to Lender (or failed to provide Lender with any material information) in connection with the loan evidenced by the Note. If this Security Instrument is on a leasehold, Borrower shall comply with all the provisions of the lease. If Borrower acquires fee title to the Property, the leasehold and the fee title shall not merge unless Lender agrees to the merger in writing.

7. Protection of Lender's Rights in the Property. If Borrower fails to perform the covenants and agreements contained in this Security Instrument, or there is a legal proceeding that may significantly affect Lender's rights in the Property (such as a proceeding in bankruptcy, probate, for condemnation or forfeiture or to enforce laws or regulations), then Lender may do and pay for whatever is necessary to protect the value of the Property and Lender's rights in the Property. Lender's actions may include paying any sums secured by a lien which has priority over this Security Instrument, appearing in court, paying reasonable attorneys' fees and entering on the Property to make repairs. Although Lender may take action under this paragraph 7, Lender is not required to do so.

Any amounts disbursed by Lender under this paragraph 7 shall become additional debt of Borrower secured by this Security Instrument. Unless Borrower and Lender agree to other terms of payment, these amounts shall bear interest from the date of disbursement at the Note rate and shall be payable, with interest, upon notice from Lender to Borrower requesting payment.

8. Refinancing. If at any time it shall appear to Lender that Borrower may be able to obtain a loan from a responsible cooperative or private credit source, at reasonable rates and terms for loans for similar purposes, Borrower will, upon the Lender's request, apply for and accept such loan in sufficient amount to pay the note and any indebtedness secured hereby in full.

9. Inspection. Lender or its agent may make reasonable entries upon and inspections of the Property. Lender shall give Borrower notice at the time of or prior to an inspection specifying reasonable cause for the inspection.

10. Condemnation. The proceeds of any award or claim for damages, direct or consequential, in connection with any condemnation or other taking of any part of the Property, or for conveyance in lieu of condemnation, are hereby assigned and shall be paid to Lender. In the event of a total taking of the Property, the proceeds shall be applied to the sums secured by this Security Instrument, whether or not then due, with any excess paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is equal to or greater than the amount of the sums secured by this Security Instrument immediately before the taking, unless Borrower and Lender otherwise agree in writing, the sums secured by this Security Instrument shall be reduced by the amount of the proceeds multiplied by the following fraction: (a) the total amount of the sums secured immediately before the taking, divided by (b) the fair market

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854

value of the Property immediately before the taking. Any balance shall be paid to Borrower. In the event of a partial taking of the Property in which the fair market value of the Property immediately before the taking is less than the amount of the sums secured hereby immediately before the taking, unless Borrower and Lender otherwise agree in writing or unless applicable law otherwise provides, the proceeds shall be applied to the sums secured by this Security Instrument whether or not the sums are then due.

If the Property is abandoned by Borrower, or if, after notice by Lender to Borrower that the condemnor offers to make an award or settle a claim for damages, Borrower fails to respond to Lender within thirty (30) days after the date the notice is given, Lender is authorized to collect and apply the proceeds, at its option, either to restoration or repair of the Property or to the sums secured by this Security Instrument, whether or not then due. Unless Lender and Borrower otherwise agree in writing, any application of proceeds to principal shall not extend or postpone the due date of the monthly payments referred to in paragraphs 1 and 2 or change the amount of such payments.

11. Borrower Not Released; Forbearance By Lender Not a Waiver. Extension of the time for payment or modification of amortization of the sums secured by this Security Instrument granted by Lender to Borrower and any successor in interest of Borrower shall not operate to release the liability of the original Borrower or Borrower's successors in interest. Lender shall not be required to commence proceedings against any successor in interest or refuse to extend time for payment or otherwise modify amortization of the sums secured by this Security Instrument by reason of any demand made by the original Borrower or Borrower's successors in interest. Any forbearance by Lender in exercising any right or remedy shall not be a waiver of or preclude the exercise of any right or remedy.

12. Successors and Assigns Bound; Joint and Several Liability; Co-signers. The covenants and agreements of this Security Instrument shall bind and benefit the successors and assigns of Lender and Borrower, subject to the provisions of paragraph 16. Borrower's covenants and agreements shall be joint and several. Any Borrower who co-signs this Security Instrument but does not execute the Note: (a) is co-signing this Security Instrument only to mortgage, grant and convey that Borrower's interest in the Property under the terms of this Security Instrument; (b) is not personally obligated to pay the sums secured by this Security Instrument; and (c) agrees that Lender and any other Borrower may agree to extend, modify, forbear or make any accommodations with regard to the terms of this Security Instrument or the Note without that Borrower's consent.

13. Notices. Any notice to Borrower provided for in this Security Instrument shall be given by delivering it or by mailing it by first class mail unless applicable law requires use of another method. The notice shall be directed to the Property Address or any other address Borrower designates by notice to Lender. Any notice to Lender shall be given by first class mail to Lender's address stated herein or any other address Lender designates by notice to Borrower. Any notice provided for in this Security Instrument shall be deemed to have been given to Borrower or Lender when given as provided in this paragraph.

14. Governing Law; Severability. This Security Instrument shall be governed by federal law. In the event that any provision or clause of this Security Instrument or the Note conflicts with applicable law, such conflict shall not affect other provisions of this Security Instrument or the Note which can be given effect without the conflicting provision. To this end the provisions of this Security Instrument and the Note are declared to be severable. This instrument shall be subject to the present regulations of Lender, and to its future regulations not inconsistent with the express provisions hereof. All powers and agencies granted in this instrument are coupled with an interest and are irrevocable by death or otherwise; and the rights and remedies provided in this instrument are cumulative to remedies provided by law.

15. Borrower's Copy. Borrower acknowledges receipt of one conformed copy of the Note and of this Security Instrument.

16. Transfer of the Property or a Beneficial Interest in Borrower. If all or any part of the Property or any interest in it is leased for a term greater than three (3) years, leased with an option to purchase, sold, or transferred (or if a beneficial interest in Borrower is sold or transferred and Borrower is not a natural person) without Lender's prior written consent, Lender may, at its option, require immediate payment in full of all sums secured by this Security Instrument.

17. Nondiscrimination. If Borrower intends to sell or rent the Property or any part of it and has obtained Lender's consent to do so (a) neither Borrower nor anyone authorized to act for Borrower, will refuse to negotiate for the sale or rental of the Property or will otherwise make unavailable or deny the Property to anyone because of race, color, religion, sex, national origin, handicap, age, or familial status, and (b) Borrower recognizes as illegal and hereby disclaims and will not comply with or attempt to enforce any restrictive covenants on dwelling relating to race, color, religion, sex, national origin, handicap, age or familial status.

18. Sale of Note; Change of Loan Servicer. The Note or a partial interest in the Note (together with this Security Instrument) may be sold one or more times without prior notice to Borrower. A sale may result in a change in the entity (known as the "Loan Servicer") that collects monthly payments due under the Note and this Security Instrument. There also may be one or more changes of the Loan Servicer unrelated to a sale of the Note. If there is a change of the Loan Servicer, Borrower will be given written notice of the change in accordance with paragraph 13 above and applicable law. The notice will state the name and address of the new Loan Servicer and the address to which payments should be made.

19. Uniform Federal Non-Judicial Foreclosure. If a uniform federal non-judicial foreclosure law applicable to foreclosure of this security instrument is enacted, Lender shall have the option to foreclose this instrument in accordance with such federal procedure.

20. Hazardous Substances. Borrower shall not cause or permit the presence, use, disposal, storage, or release of any hazardous substances on or in the Property. The preceding sentence shall not apply to the presence, use, or storage on the Property of small quantities of hazardous substances that are generally recognized to be appropriate to normal residential uses and to maintenance of the Property. Borrower shall not do, nor allow anyone else to do, anything affecting the Property that is in violation of any federal, state, or local environmental law or regulation.

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855

Borrower shall promptly give Lender written notice of any investigation, claim, demand, lawsuit or other action by any governmental or regulatory agency or private party involving the Property and any hazardous substance or environmental law or regulation of which Borrower has actual knowledge. If Borrower learns, or is notified by any governmental or regulatory authority, that any removal or other remediation of any hazardous substance affecting the Property is necessary, Borrower shall promptly take all necessary remedial actions in accordance with applicable environmental law and regulations.

As used in this paragraph "hazardous substances" are those substances defined as toxic or hazardous substances by environmental law and the following substances: gasoline, kerosene, other flammable or toxic petroleum products, toxic pesticides and herbicides, volatile solvents, materials containing asbestos or formaldehyde, and radioactive materials. As used in this paragraph, "environmental law" means federal laws and regulations and laws and regulations of the jurisdiction where the Property is located that relate to health, safety or environmental protection.

21. Cross Collateralization. Default hereunder shall constitute default under any other real estate security instrument held by Lender and executed or assumed by Borrower, and default under any other such security instrument shall constitute default hereunder.

NON-UNIFORM COVENANTS. Borrower and Lender further covenant and agree as follows:

22. SHOULD DEFAULT occur in the performance or discharge of any obligation in this instrument or secured by this instrument, or should any one of the parties named as Borrower die or be declared an incompetent, or should any one of the parties named as Borrower be discharged in bankruptcy or declared an insolvent, or make an assignment for the benefit of creditors, Lender, at its option, with or without notice, may: (a) declare the entire amount unpaid under the note and any indebtedness to Lender hereby secured immediately due and payable, (b) for the account of Borrower incur and pay reasonable expenses for repair or maintenance of and take possession of, operate or rent the Property, (c) upon application by it and production of this instrument, without other evidence and without notice of hearing of said application, have a receiver appointed for the Property, with the usual powers of receivers in like cases, (d) foreclose this instrument as provided herein or by law, and (e) enforce any and all other rights and remedies provided herein or by present or future law.

23. The proceeds of foreclosure sale shall be applied in the following order to the payment of: (a) costs and expenses incident to enforcing or complying with the provisions hereof, (b) any prior liens required by law or a competent court to be so paid, (c) the debt evidenced by the note and all indebtedness to Lender secured hereby, (d) inferior liens of record required by law or a competent court to be so paid, (e) at Lender's option, any other indebtedness of Borrower owing to Lender, and (f) any balance to Borrower. At foreclosure or other sale of all or any part of the Property, Lender and its agents may bid and purchase as a stranger and may pay Lender's share of the purchase price by crediting such amount on any debts of Borrower owing to Lender, in the order prescribed above.

24. Borrower agrees that Lender will not be bound by any present or future state laws, (a) providing for valuation, appraisal, homestead or exemption of the Property, (b) prohibiting maintenance of an action for a deficiency judgment or limiting the amount thereof or the time within which such action may be brought, (c) prescribing any other statute of limitations, (d) allowing any right of redemption or possession following any foreclosure sale, or (e) limiting the conditions which Lender may by regulation impose, including the interest rate it may charge, as a condition of approving a transfer of the Property to a new Borrower. Borrower expressly waives the benefit of any such state law. Borrower hereby relinquishes, waives, and conveys all rights, inchoate or consummated, of descent, dower, and curtesy.

25. Release. Upon termination of this mortgage, after payment in full, the mortgagee, at Borrower's expense, shall execute and file or record such instruments of release, satisfaction and termination in proper form pursuant to the requirements contained in KRS 382.365

26. Riders to this Security Instrument. If one or more riders are executed by Borrower and recorded together with this Security Instrument, the covenants and agreements of each rider shall be incorporated into and shall amend and supplement the covenants and agreements of this Security Instrument as if the rider(s) were a part of this Security Instrument. [Check applicable box]

Condominium Rider Planned Unit Development Rider Other(s) [specify]

BY SIGNING BELOW, Borrower accepts and agrees to the terms and covenants contained in pages 1 through 6 of this Security Instrument and in any rider executed by Borrower and recorded with this Security Instrument


[SEAL]
Alma Rose Johnson Borrower

[SEAL]

Borrower

STATE OF KENTUCKY

: ss :

ACKNOWLEDGMENT

COUNTY OF Laurel }

856

Before me, Barbara Farmer, a Notary Public in and for the County of Laurel/State of KY, personally appeared Alma Rose Johnson who acknowledged that she executed the foregoing instrument on the 30th day of June, 2009 as her free act and deed.

WITNESS my hand and official seal this 30th day of June, 2009.

[SEAL]

Barbara Farmer Notary Public

My commission expires

10-11-12

PREPARER'S STATEMENT

The form of this instrument was drafted by the Office of the General Counsel of the United States Department of Agriculture, and the material in the blank spaces in the form was inserted by or under the direction of:

James E. Hibbard, Attorney at Law

(Name)

120 East Second Street, London, KY 40741

(Address)

James E. Hibbard

(Signature)

RECORDER'S CERTIFICATE

STATE OF KENTUCKY

COUNTY OF Clinton }

ss:

I, Jim Elmore, Clerk of the County Court for the County aforesaid, do certify that the foregoing mortgage was on the 2 day of July, 2009, lodged for record 7/3/09 at 2:21 o'clock PM., whereupon the same, with the foregoing and this certificate, have been duly recorded in my office.

Given under my hand this 2 day of July, 2009.

Jim Elmore
Clerk of Clinton County Court
By Jennifer Johnson, D.C.

A.R.J

857

EXHIBIT 'A'
ALMA ROSE JOHNSON, single
PROPERTY DESCRIPTION

Being the same property BORROWER acquired by deed from Kentucky Highlands Community Development Corporation, a Kentucky Corporation, dated February 26, 2009, of record in Deed Book 140, Page 555, Clinton County Court Clerk's Office, Albany, Kentucky, and being more particularly described as follows, to-wit:

BEING Lot No. 13 of the **EBENEZER SUBDIVISION (REVISED)**, plat of which is of record in Plat Cabinet 3, at Slide 52, records of the Clinton County Clerk's Office, at Albany, Kentucky, reference being made to said plat the same as if set forth and copied at length herein.

The above described lot is subject to **RESTRICTIVE COVENANTS**, as set out in the Declaration of Conditions, Covenants, and Restrictions applicable to Ebenezer Subdivision (Revised), in Plat Cabinet 3, Slide 52, and Deed Book 138, Page 597, all records of the Clinton County Court Clerk's Office, Albany, Kentucky, to which reference is hereby made the same as if set forth and copied at length herein.

STATE OF KENTUCKY, COUNTY OF CLINTON, SCT
I, Jim Elmore, Clerk of Clinton County, do hereby certify that
the foregoing Mortgage was, on the 2 day of July
2009, at 2:11 PM, lodged in my said office, on the
day of July, 2009, together with this
deed thereon endorsed.
Given under my hand.
BOOK 151 PAGE 851
JENNIFER JOHNSON DC
BY Jennifer Johnson

A.R.J

Form RD 3550-12
(Rev. 9-06)United States Department of Agriculture
Rural Housing ServiceForm Approved
OMB No. 0575-0172

Account # [REDACTED]

SUBSIDY REPAYMENT AGREEMENT

Only one agreement should be executed by the subject borrower for the subject property. The agreement is completed at the closing of the first Agency loan to the borrower regardless of whether or not they qualify for payment assistance at that time.

1. As required under section 521 of the Housing Act of 1949 (42 U.S.C. 1490a), subsidy received in accordance with a loan under section 502 of the Housing Act of 1949 is repayable to the Government upon the disposition or nonoccupancy of the security property. Deferred mortgage payments are included as subsidy under this agreement.

2. When I fail to occupy or transfer title to my home, recapture is due. If I refinance or otherwise pay in full without transfer of title and continue to occupy the property, the amount of recapture will be calculated but; payment of recapture can be deferred, interest free, until the property is subsequently sold or vacated. If deferred, the Government mortgage can be subordinated but will not be released nor the promissory note satisfied until the Government is paid in full. In situations where deferral of recapture is an option, recapture will be discounted 25% if paid in full at time of settlement.

3. Calculating Original Equity.

For Self-Help loans, the market value is the appraised value as determined at the time of loan approval/obligation, which is subject to completion per plans and specifications. If the house is not ultimately furnished under the Self-Help program, an amended agreement using the market value definition for all other transactions as outlined below must be completed.

For all other transactions, the market value is the lower of the:

Sales price, construction/rehabilitation cost, or total of these costs, whichever is applicable
OR
Appraised value as determined at the time of loan approval/obligation.

If the applicant owns the building site free and clear or if an existing non-Agency debt on the site without a dwelling will not be refinanced with Agency funds, the market value will be the lower of the appraised value or the construction cost plus the value of the site.

Market value of property located at:

601 Jacobs Way

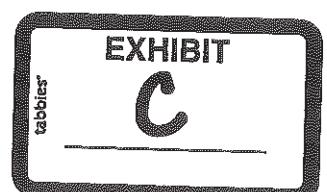
<u>Albany, KY 42602</u>	<u>\$ 86,000.00</u>
-------------------------	---------------------

Less Prior Liens	<u>\$ 40,000.00</u>	Held by <u>KHCDC HOME</u>
	<u>\$ _____</u>	Held by _____
Less Subordinate Affordable Housing Products	<u>\$ _____</u>	Held by _____
	<u>\$ _____</u>	Held by _____
Less Rural Development Single Family Housing Loans Equals Original Equity (If negative number use "0")	<u>\$ 50,000.00</u>	
	<u>\$ 0.00</u>	

Percent of Original Equity \$ 0.00 %
(Determined by dividing original equity by the market value)

4. If all loans are not subject to recapture, or if all loans subject to recapture are not being paid, the amount to be recaptured is computed according to the following formula. Divide the balance of loans subject to recapture that are being paid by the balance of all open loans. Multiply the result by 100 to determine the percent of the outstanding balance of open loans being paid.

According to the Paperwork Reduction Act of 1995, no persons are required to respond to a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0575-0172. The time required to complete this information collection is estimated to average 5 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.



5.

months loan outstanding	Average interest rate paid							
	1 %	1.1 %	2.1 %	3.1 %	4.1 %	5.1 %	6.1 %	
0 - 59	.50	.50	.50	.50	.44	.32	.22	.11
60 - 119	.50	.50	.50	.49	.42	.31	.21	.11
120 - 179	.50	.50	.50	.48	.40	.30	.20	.10
180 - 239	.50	.50	.49	.42	.36	.26	.18	.09
240 - 299	.50	.50	.46	.38	.33	.24	.17	.09
300 - 359	.50	.45	.40	.34	.29	.21	.14	.09
360 & up	.47	.40	.36	.31	.26	.19	.13	.09

6. Calculating Recapture

Current Market value

LESS

Original amount of prior liens and subordinate affordable housing products,
 RHS balance,
 Reasonable closing costs,
 Principal reduction at note rate,
 Original equity (see paragraph 3), and
 Capital improvements (see 7 CFR part 3550).

EQUALS

Appreciation value. (If this is a positive value, continue.)

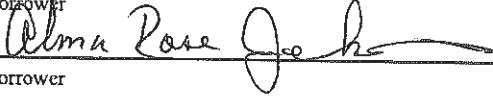
TIMES

Percentage in paragraph 4 (if applicable),
 Percentage in paragraph 5, and
 Return on borrower's original equity (100% - percentage in paragraph 3).

EQUALS

Value appreciation subject to recapture. Recapture due equals the lesser of this figure or
 the amount of subsidy received.

Borrower agrees to pay recapture in accordance with this agreement.

Borrower 	Date 06-30-2009
Borrower	Date 06-30-2009

UNITED STATES DEPARTMENT OF AGRICULTURE
RURAL DEVELOPMENT

AFFIDAVIT OF PROOF STATEMENT OF ACCOUNT AS TO:

Borrower's Name(s):

Alma Rose Johnson

RD Loan Number(s):

[REDACTED]

STATE OF MISSOURI
COUNTY OF ST LOUIS

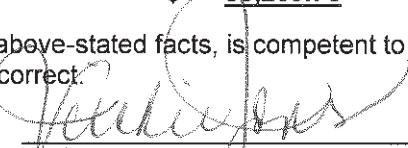
Personally appeared before me the undersigned authority, Vickie Jones, Foreclosure Representative, Rural Development (RD) who upon oath deposes and says that she is an employee of the United States Department of Agriculture, an agency of the United States of America, and further states as follows:

1. That affiant is the RD Officer charged with legal custody of the accelerated RD loan file.
2. That affiant has personally reviewed **Alma Rose Johnson** borrower Rural Development's accelerated RD loan account and file, and according to the records maintained and kept in this office, the borrower(s) as of **July 29, 2019**, owe(s) the unpaid balance of **\$55,269.76** which includes principal, interest accrued to date and other pending fees and charges to the account as provided by the loan instruments and applicable law. Interest continues to accrue at the rate of **\$5.515** per day as provided by the loan instruments. The payment is due the **25th** of every month and is currently delinquent for **October 25, 2018** through **July 29, 2019**.
3. The account is delinquent as of **July 29, 2019** in the amount of **\$3,324.41**.

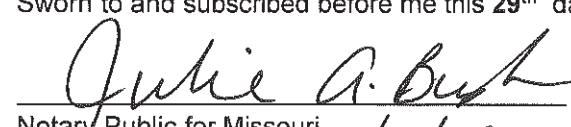
Breakdown of the unpaid balance:

Loan Number	[REDACTED]
Principal Balance	\$ 43,021.72
Interest	\$ 1,673.56
Total Subsidy Granted	\$ 10,026.02
Escrow	\$
Late Charges	\$ 45.91
Fees Assessed	\$ 502.55
Appraisal Costs	\$
Escrow Credits	\$
TOTAL	\$ 55,269.76

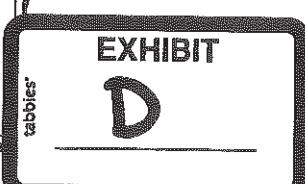
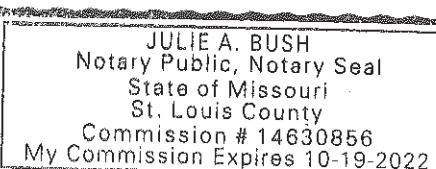
Affiant has personal knowledge of the above-stated facts, is competent to testify to same, and declares that the foregoing is true and correct.


Vickie Jones
Foreclosure Representative
St. Louis, MO
Rural Development
United States Department of Agriculture

Sworn to and subscribed before me this 29th day of July 2019.


Notary Public for Missouri
My commission Expires:

10/19/22



FILED

AT 2:16 PM 3/13/2019

MAR 01 2019

AFFIDAVIT OF DESCENTCLINTON COUNTY
NATHAN COLLINS
County Clerk

EVELANA ROSE FLANAGAN states that she is a resident of Pulaski County, Kentucky, and states that she is an heir at law of ALMA ROSE JOHNSON, who died intestate on October 1, 2018, a resident of Clinton County, Kentucky, and that at the time of death of the said ALMA ROSE JOHNSON, she was unmarried, and left surviving her the following persons as her only heirs at law having an estate of inheritance in her real estate, to-wit:

NAME	ADDRESS	RELATIONSHIP	AGE	INTEREST
Evelana Rose Flanagan	212 Grand Circle, Somerset, Kentucky 42503	Daughter	18+	1/5
Rita Jean Johnson	1440 Lutheran Church Road, Bardstown, Kentucky 40004	Daughter	18+	1/5
Randy Earl Johnson	927 Downing Drive, Bethlehem, Georgia 30620	Son	18+	1/5
Garry Tate Johnson	6 North 11 th Street, Payette, Idaho 83661	Son	18+	1/5
Edgar Brian Johnson	212 Grand Circle, Somerset, Kentucky 42503	Son	18+	1/5

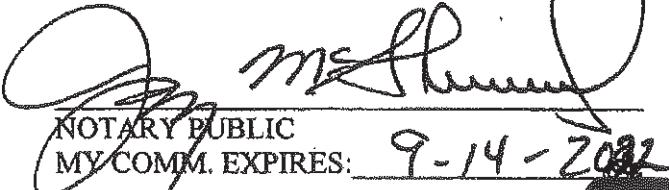
IN TESTIMONY WHEREOF, I hereunto subscribe my name this 27th day of February, 2019.



EVELANA ROSE FLANAGAN, AFFIANT

STATE OF KENTUCKY
COUNTY OF PULASKI...SCT

The foregoing Affidavit of Descent was executed, acknowledged and sworn to before me this 27th day of February, 2019, by EVELANA ROSE FLANAGAN, Affiant.



NOTARY PUBLIC
MY COMM. EXPIRES: 9-14-2022



THIS DOCUMENT PREPARED BY:


JAY McSHURLEY, ATTORNEY AT LAW
McSHURLEY & MORROW LAW OFFICE
126 NORTH MAPLE STREET
P. O. BOX 1827
SOMERSET, KENTUCKY 42502
606-677-9014



141174
Filed on: 3/4/2019 10:20:55 AM
Book: DEED Number: 163
Pages: 485 - 486
NATHAN COLLINS, Clinton County
DC: KATE PARRISH

Exhibit 5.9

PROMISSORY NOTE

\$ 40,000.

London, Kentucky

June 30, 2009

FOR VALUE RECEIVED, Alma Rose Johnson, jointly and severally, promise(s) to pay to Kentucky Highlands Investment Corporation, 362 Old Whitley Road, London, Kentucky 40744, its successors and assigns, the principal sum of Forty Thousand Dollars (\$40,000) with interest thereon at the rate of zero percent (0%) per annum for a period of ten (10) years. The maturity date of this Note is the first to occur of: (i) the date title to the property securing this Note is transferred (whether by deed or inheritance); or (ii) if the undersigned fails to occupy the property as his/her principal residence; or (iii) the 30th day of June, 2019.

On each anniversary date of this Note during the ten-year affordability period, one-tenth (1/10) of the original Principal amount will be forgiven provided an event of default has not occurred and is continuing.

The loan evidenced by this Note is made from funds under the federal HOME Investment Partnerships Program.

In the event of a default under this Note or the Mortgage securing this Note, any unforgiven portion of this Note will accrue interest at the rate of 12% per annum from the date of such default until this Note is paid in full.

If (1) the undersigned fails to pay when due any debt evidenced hereby or (2) fails to observe or perform any of the terms of this Note or (3) there is any default by undersigned under the Mortgage or any other document, instrument or agreement providing any security for this Note, then, in any of those events, the holder of this Note may declare the remaining principal balance of this Note (or so much thereof as may have been advanced) to be immediately due and payable.

Any waiver of any default hereunder or under the instruments securing this Note at any time will not, at any other time, constitute a waiver of the terms of this Note or the instruments securing it, and the acceptance of payments upon the indebtedness evidenced hereby will not constitute a

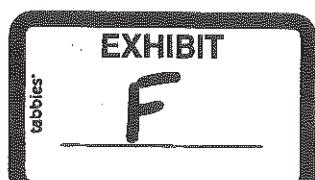


Exhibit 5.9

waiver of the option of the holder of this Note to accelerate repayment of the entire unpaid balance, unless the holder expressly grants such waiver in writing.

This Note is secured by a Mortgage executed by the undersigned in favor of Kentucky Highlands Investment Corporation and this Note is expressly made subject to and will be bound by the terms and conditions set forth in said Mortgage as if all of such terms and conditions were expressly set forth herein.

The undersigned and all persons now or hereafter liable, whether primarily or secondarily, for the whole or any part of the indebtedness evidenced by this Note jointly and severally:

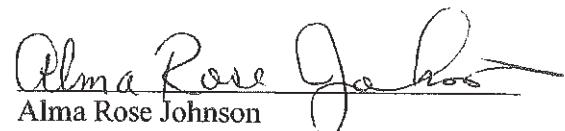
- (a) agree to remain and continue bound for the payment of the principal of and interest on this Note notwithstanding any extension or extensions of time of the payment of said principal or interest, or any change or changes by way of release or surrender of any collateral, real or personal, held as security for the payment of this Note, and waive all and every kind of notice of such extension or extensions, change or changes and agree that the same may be made without the joinder of any such persons;
- (b) waive presentment, notice of dishonor, protest, notice of protest and diligence in collection and all exemptions, whether homestead or otherwise, to which they or any of them may now or hereafter be entitled under the laws of the Commonwealth of Kentucky or any other state; and
- (c) agree, upon default, to pay all costs of collection, securing or attempting to collect or secure this Note, including a reasonable attorney's fee, whether same be collected or secured by suit or otherwise, providing the collection of such costs and fees is permitted by applicable law.

This Note may be assigned in whole or in part to Kentucky Housing Corporation or any holder hereof with Kentucky Housing Corporation's written consent.

The undersigned may prepay the principal amount outstanding in whole or in part at any time without penalty. This Note is only assumable under its original terms and conditions by an income-eligible heir upon approval of Kentucky Housing Corporation.

Exhibit 5.9

This Note will be governed by and construed in accordance with the laws of the Commonwealth of Kentucky.



Alma Rose Johnson

845

Exhibit 8.9

MORTGAGE

THIS REAL ESTATE MORTGAGE, entered into this 30th day of June, 2009, by and between Alma Rose Johnson ("Mortgagor," whether singular or plural), and Kentucky Highlands Investment Corporation, ("Mortgagee"), whose address is 321 Pitt Street, Road, London, KY, Laurel, County, Kentucky 40744, AT 1101 M

WITNESSETH

JUL 02 2009 17:40
CLINTON COUNTY
JIM ELMORE 800-1000 1740 240

WHEREAS, Mortgagor is indebted to Mortgagee for monies loaned or to be loaned to Mortgagor under the federal HOME Investment Partnerships Program, as evidenced by a promissory note ("Note") of even date herewith, in the principal sum of Forty Thousand Dollars (\$ 40,000.) with interest thereon at the rate per annum provided in the Note, payable to the order of Mortgagee. The maturity date of the Note is the first to occur of (i) the date title to the property securing the Note is transferred, (ii) the date the Mortgagor no longer continues to reside in the property as his/her principal residence, or (iii) June 30, 2019. The appraised value of the property is less than or equal to the applicable 209(b) mortgage limits.

WHEREAS, Mortgagor received HOME funds to provide principal write-down.

NOW, THEREFORE, in order to secure payment of the Note or any renewal or extensions thereof, the interest due thereon and all other obligations of Mortgagor as provided herein Mortgagor hereby grants and conveys and mortgages unto Mortgagee, with covenant of General Warranty, all of Mortgagor's interest in and to the property together with all rents, profits, appurtenances and improvements ("Premises"), situated in Albany, Clinton County, Kentucky as described on Exhibit A, attached hereto and made a part hereof.

Mortgagor covenants and agrees that until the Note has been fully paid and satisfied, Mortgagor will comply with the following conditions and covenants:

1. Insurance. Mortgagor will keep all improvements on the Premises insured against loss or damage under a fire and extended coverage insurance policy issued by an insurance company or companies acceptable to Mortgagee, in such amount as Mortgagee may require or to the extent of the full insurable value of the improvements, making such policy payable under a

846:

Exhibit 3.9

standard mortgage clause to Mortgagor as its interests may appear as collateral security for the payment and performance of the Note. In case of loss, the proceeds of such insurance will be applied to payment of the Note in inverse order of maturity or, at the option of Mortgagor, to the rebuilding of such improvements. Mortgagor will deposit all such insurance policies covering the Premises with Mortgagor. Should Mortgagor fail to obtain or to keep in force such insurance or to pay the premiums on any policies covering the Premises, Mortgagor may obtain such insurance and pay the premium or pay any premiums which are due on such policies, and any sum so paid will be secured by this Mortgage and will be repaid by Mortgagor on demand, with interest until paid at a rate of twelve percent (12%) per annum. Mortgagor will deliver to Mortgagor not later than ten (10) days before the expiration of any such insurance policy, a renewal of such policy.

2. Taxes. Mortgagor will promptly pay all taxes, assessments, liens, judgments and charges now levied or hereafter levied against the Premises, and should Mortgagor fail promptly to pay any such taxes, assessments, liens, judgments or charges, Mortgagor may pay such tax, assessment, lien, judgment or charge, and any sums so paid will be secured by this Mortgage and will be repaid by Mortgagor on demand, with interest until paid at a rate of twelve percent (12%) per annum.

3. Maintenance and Repair. Mortgagor will keep the improvements on the Premises in good repair and condition and will not suffer waste thereto until the Note has been fully paid and performed, and will promptly repair or replace any of such improvements. Should Mortgagor fail to comply with this covenant, Mortgagor may cause such repairs or replacements to be effected and any cost so incurred will be secured by this Mortgage and will be repaid by Mortgagor on demand, with interest until paid at a rate of twelve percent (12%) per annum.

4. Prohibition On Transfer and Further Encumbrance. During the time that any of the obligations secured by this Mortgage have not been satisfied or paid in full, any sale, transfer or voluntary encumbrance of all or any part of the Premises herein conveyed, without the written consent of Mortgagor, will give Mortgagor the option to declare, without notice, the entire indebtedness immediately due and payable and to proceed to enforce the lien securing it. Upon such sale or transfer of the Premises by Mortgagor or any subsequent owner during the existence of the indebtedness hereby secured, Mortgagor, at Mortgagor's option, and as a condition for

847

Exhibit 3.9

giving approval to such sale or transfer, will have the right to charge additional interest on the then unpaid balance due on the Note secured by this Mortgage in an amount equal to the average prevailing interest rate on first mortgages charged by lending institutions in the county where the Premises is located. The indebtedness secured by this Mortgage may not be assumed under its original terms and conditions unless to an income-eligible heir of the Mortgagor(s) and as approved in advance by Kentucky Housing Corporation.

5. Events of Default and Remedies. In the event Mortgagor (a) fails to pay any such tax, assessment, lien, judgment or charge, or pay any insurance premium within fifteen (15) days after the same becomes payable, or (b) fails within ten (10) days after notice of noncompliance of any other provision of this Mortgage to promptly take steps to cure such noncompliance, or (c) permits a suit to be instituted against Mortgagor for the enforcement of any lien or other encumbrance against the Premises, or (d) becomes the subject of any voluntary or involuntary bankruptcy, receivership or other insolvency proceeding, or (e) fails to pay the Note or any installment thereof when due, or within any applicable grace period provided in the Note, or (f) fails to observe or perform any of the other terms of the Note, then in any of such cases, an event of default will have occurred ("Event(s) of Default"). If an Event of Default occurs, Mortgagor may, without notice, declare all indebtedness hereby secured to be immediately due and may forthwith enforce the lien of this Mortgage; and in such case, Mortgagor may forthwith enter on the Premises, rent it out and collect and apply the rents and profits thereof first to the payment of a reasonable compensation to Mortgagor, including attorney's fees for its services, and next to the satisfaction of the obligation secured by this Mortgage, and such compensation and fees will become a part of the obligations secured by this Mortgage.

6. Defense of Lien. If Mortgagor is required to appear in any court or tribunal to defend the title or possession of the Premises, or the lien thereon, or to protect the Note or any of the other obligations secured hereby, Mortgagor or its successors in interest will pay all of the costs and expenses of such appearances, including a reasonable attorney's fee, and all such costs, expenses and attorney's fees will be part of the obligation secured hereby and will be paid by Mortgagor or its successors in interest on demand, with interest from the day of payment at a rate of twelve percent (12%) per annum.

7. Appointment of Receiver. In the event Mortgagor files an action to foreclose this

848

Exhibit 3.9

Mortgagee will be entitled to the appointment of a receiver to take care of the Premises, to collect the rents, issues and profits, to keep the Premises in good repair and to apply the rents, issues and profits in the payment of the obligations secured hereby.

6. Nonexercise of Default. The failure or delay of Mortgagee to exercise any of its options herein provided because of any default in the payment or performance of any of the obligations secured hereby will not constitute a waiver of the right to exercise such option because of any subsequent default, and in determining whether a default has occurred, time will be considered to be of the essence of this Mortgage.

7. Assignment of Note. If Mortgagee assigns, endorses or otherwise transfers the Note, payment and performance of the obligations secured hereby will be made to and for the benefit of the holder of the Note, and the options, rights and remedies herein provided for Mortgagee may be exercised by such holder.

10. Payment of Attorney's Fees. If an Event of Default occurs, Mortgagor will pay all reasonable attorney's fees incurred by Mortgagee in enforcing this Mortgage.

11. Inspection. Mortgagee may make or cause to be made reasonable entries upon and inspections of the premises related to mortgagee's interest in the premises, provided that mortgagee shall give mortgagor notice prior to any such inspection.

12. Waiver of Homestead. Mortgagor hereby waives all rights of homestead exemption in the Premises.

13. Future Advances. Upon request of mortgagor, mortgagee may make Future Advances to mortgagor prior to release of this mortgage. Such Future Advances, with interest thereon, shall be secured by this Mortgage when evidenced by promissory notes or other agreements that state that said indebtedness is secured hereby. At no time shall the principal amount of the indebtedness secured by this Mortgage, net including interest or sums advanced in accordance herewith to protect the security of this Mortgage exceed the amount of the Note plus ten (10) percent. All Future Advances secured by this Mortgage shall be due and payable on or before maturity date of the indebtedness evidenced this Note.

There are excepted from the General Warranty of Mortgagor only easements and restrictions of record and ad valorem property taxes not yet due and payable.

89

NARRATIVE

Should Mortgagor pay and perform all the obligations secured hereby, then this conveyance will be void, and in that event, Mortgagor will, at the request and cost of Mortgagor, release this Mortgage, and the production of the Note by Mortgagor will be sufficient warrant to it for making such release.

IN TESTIMONY WHEREOF, witness the signature of Mortgagor as of the day and year first above written. ○ ○ ○ ○

Alma Rose Johnson
Bontwyer's Signature

THE BIRDS OF THE BAHAMAS

Borrower's Printed Name

COMMONWEALTH OF KENTUCKY)
COUNTY OF Lewis)
SS)

The foregoing instrument was acknowledged before me this 31st day of June, 2009, by
Alma Rose Johnson, the Borrower;

My commission expires: 10/1-12
Berlin, Texas
Notary Public

THIS INSTRUMENT PREPARED BY:

D. Duane Cook
D. Duane Cook
103 Thoroughbred Way
Georgetown, KY 40324
502-576-0023

850

Exhibit 5.9

EXHIBIT A
LEGAL DESCRIPTION

Being the same property BORROWER acquired by deed from Kentucky Highlands Community Development Corporation, a Kentucky Corporation, dated the 26th day of February, 2009, of record in Deed book 140 at Page 555, Clinton County Court Clerk's Office, Albany, Kentucky, and being more particularly described as follows to-wit:

BEING Lot No. 13 of the EBENEZER SUBDIVISION (REVISED), plat of which is of record in Plat Cabinet 3, at Slide 52, records of the Clinton County Clerk's Office, at Albany, Kentucky, reference being made to said plat the same as is set forth and copied at length herein.

The above described lot is subject to RESTRICTIVE CONVENTIONS, as set out in the Declaration of Conditions, Covenants, and Restrictions applicable to Ebenezer Subdivision (Revised), in Plat Cabinet 3, Slide 52, and Deed Book 138, page 597, all records of the Clinton County Court Clerk's Office, Albany, Kentucky, to which reference is hereby made the same as is set forth and copied at length herein.

STATE OF KENTUCKY, COUNTY OF CLINTON, SGT
I, Jim Elkins, Clerk of Clinton County, do hereby certify that
the foregoing Deed was, on the 22 day of July,
2009 at 3:26 PM, lodged in my said office, on the
day of July, 2009, together with this
certificate thereon endorsed.
Given under my hand,
BOOK 138 PAGE 597
JIM ELKINS, CLERK
By Jennifer Johnson

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA

Plaintiff(s)

v.

Evelana Rose Flanagan, et al.

Defendant(s)

)
)
)
)
)
)
)
)
)
)
)
)
)
)
)
Civil Action No. 1:19-cv-103-GNS

SUMMONS IN A CIVIL ACTION

To: *(Defendant's name and address)* Evelana Rose Flanagan
212 Grand Circle
Somerset, Kentucky 42503

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

PROOF OF SERVICE*(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))*

This summons for *(name of individual and title, if any)* _____
 was received by me on *(date)* _____.

I personally served the summons on the individual at *(place)* _____
 _____ on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
 _____, a person of suitable age and discretion who resides there,
 on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
 designated by law to accept service of process on behalf of *(name of organization)* _____
 _____ on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*: _____

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) Joe Flanagan
212 Grand Circle
Somerset, Kentucky 42503

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

PROOF OF SERVICE*(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))*

This summons for *(name of individual and title, if any)* _____
was received by me on *(date)* _____.

I personally served the summons on the individual at *(place)* _____
on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
, a person of suitable age and discretion who resides there,
on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
designated by law to accept service of process on behalf of *(name of organization)* _____
on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*:

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) Rita Jean Johnson (a/k/a Rita Jean Howard)
1440 Lutheran Church Road
Bardstown, Kentucky 40004

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

PROOF OF SERVICE*(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))*

This summons for *(name of individual and title, if any)* _____
 was received by me on *(date)* _____.

I personally served the summons on the individual at *(place)* _____
 _____ on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
 _____, a person of suitable age and discretion who resides there,
 on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
 designated by law to accept service of process on behalf of *(name of organization)* _____
 _____ on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*: _____

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: *(Defendant's name and address)* Charles Howard
1440 Lutheran Church Road
Bardstown, Kentucky 40004

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

PROOF OF SERVICE*(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))*

This summons for *(name of individual and title, if any)* _____
 was received by me on *(date)* _____.

I personally served the summons on the individual at *(place)* _____
 _____ on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
 _____, a person of suitable age and discretion who resides there,
 on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
 designated by law to accept service of process on behalf of *(name of organization)* _____
 _____ on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*: _____

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) SERVE VIA SECRETARY OF STATE
Randy Earl Johnson
927 Downing Drive
Bethlehem, Georgia 30620

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

PROOF OF SERVICE*(This section should not be filed with the court unless required by Fed. R. Civ. P. 4 (l))*

This summons for *(name of individual and title, if any)* _____
was received by me on *(date)* _____.

I personally served the summons on the individual at *(place)* _____
on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
, a person of suitable age and discretion who resides there,
on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
designated by law to accept service of process on behalf of *(name of organization)* _____
on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*:

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA

Plaintiff(s)

v.

Evelana Rose Flanagan, et al.

Defendant(s)

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Civil Action No. 1:19-cv-103-GNS

SUMMONS IN A CIVIL ACTION

To: *(Defendant's name and address)* SERVE VIA SECRETARY OF STATE

Garry Tate Johnson
6 North 11th Street
Payette, Idaho 83661

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

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This summons for *(name of individual and title, if any)* _____
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I personally served the summons on the individual at *(place)* _____
on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
, a person of suitable age and discretion who resides there,
on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
designated by law to accept service of process on behalf of *(name of organization)* _____
on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*:

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) Edgar Brian Johnson
212 Grand Circle
Somerset, Kentucky 42503

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

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This summons for *(name of individual and title, if any)* _____
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I personally served the summons on the individual at *(place)* _____
 _____ on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
 _____, a person of suitable age and discretion who resides there,
 on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
 designated by law to accept service of process on behalf of *(name of organization)* _____
 _____ on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*: _____

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc:

UNITED STATES DISTRICT COURT
for the
Western District of Kentucky

UNITED STATES OF AMERICA)

Plaintiff(s))
v.) Civil Action No. 1:19-cv-103-GNS

Evelana Rose Flanagan, et al.)
Defendant(s))

SUMMONS IN A CIVIL ACTION

To: (Defendant's name and address) Kentucky Highlands Investments Corporation
c/o Jerry A. Rickett
362 Old Whitley Road
London, Kentucky 40741

A lawsuit has been filed against you.

Within 21 days after service of this summons on you (not counting the day you received it) — or 60 days if you are the United States or a United States agency, or an officer or employee of the United States described in Fed. R. Civ. P. 12 (a)(2) or (3) — you must serve on the plaintiff an answer to the attached complaint or a motion under Rule 12 of the Federal Rules of Civil Procedure. The answer or motion must be served on the plaintiff or plaintiff's attorney, whose name and address are: Lauren B. Durham

Foreman Watson Holtrey, LLP
530 Frederica Street
Owensboro, KY 42301

If you fail to respond, judgment by default will be entered against you for the relief demanded in the complaint. You also must file your answer or motion with the court.

CLERK OF COURT

Date: 08/13/2019

Signature of Clerk or Deputy Clerk

Civil Action No. 1:19-cv-103-GNS

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This summons for *(name of individual and title, if any)* _____
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I personally served the summons on the individual at *(place)* _____
 _____ on *(date)* _____; or

I left the summons at the individual's residence or usual place of abode with *(name)* _____
 _____, a person of suitable age and discretion who resides there,
 on *(date)* _____, and mailed a copy to the individual's last known address; or

I served the summons on *(name of individual)* _____, who is
 designated by law to accept service of process on behalf of *(name of organization)* _____
 _____ on *(date)* _____; or

I returned the summons unexecuted because _____; or

Other *(specify)*: _____

My fees are \$ _____ for travel and \$ _____ for services, for a total of \$ 0.00 _____.

I declare under penalty of perjury that this information is true.

Date: _____

*Server's signature**Printed name and title**Server's address*

Additional information regarding attempted service, etc: